

**TOWN OF FOSTER, OKLAHOMA**

**INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING  
AGREED-UPON PROCEDURES**

**AS OF AND FOR THE FISCAL YEAR ENDED  
JUNE 30, 2022**

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**Independent Accountant's Report  
on Applying Agreed-Upon Procedures**

To the Specified Users of the Report:

Town Council, Town of Foster  
Foster, Oklahoma

Oklahoma Office of State Auditor and Inspector  
Oklahoma City, Oklahoma

**Report on Compiled Financial Statements and Schedules**

Management is responsible for the accompanying financial statements and schedules of the Town of Foster, Foster, Oklahoma, which comprise a Summary of Changes in Fund Balances-Modified Cash Basis as of the year ended June 30, 2022, and the related Budgetary Comparison Schedule-General Fund-Modified Cash Basis, Budgetary Comparison Schedule-Grant Fund-Modified Cash Basis, and Schedule of Grant Activity-Modified Cash Basis for the year then ended in accordance with the modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying financial statements and schedules nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements and schedules.

The financial statements and schedules have been prepared in a format and basis of accounting, as prescribed by Oklahoma Statutes, that demonstrates compliance with the modified cash basis and budget laws of the State of Oklahoma which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements and schedules prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements and schedules, they might influence the user's conclusions about the Town's assets, liabilities, fund balances, revenues, and expenses. Accordingly, these financial statements and schedules are not designed for those who are not informed about such matters.

**Report on Applying Agreed-upon Procedures**

We have performed the procedures enumerated below which were agreed to by the specified users of the report as identified above, and as defined within the applicable state laws of the State of Oklahoma solely to assist the Town in meeting its financial accountability requirements as

prescribed by Oklahoma Statutes §11-17.105-.107 and evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2022. Management of the Town of Foster is responsible for the Town's financial accountability and its compliance with those legal and contractual requirements.

The Town of Foster has agreed to and acknowledge that the procedures performed are appropriate to meet the intended purpose of meeting their financial accountability requirements as prescribed by applicable Oklahoma law and evaluating compliance requirements with specific legal or contractual requirements for the fiscal year ended June 30, 2022. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

### **Procedures and Findings**

As to the **Town of Foster** as of and for the fiscal year ended June 30, 2022:

1. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis schedule of changes in fund balances for each fund (see accompanying Exhibit 1) and compared the schedule results to the statutory prohibition of creating fund balance deficits to report any noted instances of noncompliance.

*Findings: No instances of noncompliance were noted.*

2. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis budget and actual financial schedule for the General Fund and any other significant funds (any fund whose revenues, expenditures or ending fund balance exceeds 10% of the Town's total revenues, expenditures or fund balances) listing separately each federal fund (see accompanying Exhibit 2) and compared the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances of noncompliance with the appropriation limitations.

*Findings: No instances of noncompliance were noted.*

3. **Procedures Performed:** We agreed the Town's material bank account balances to bank statements, and traced the timely clearance of significant reconciling items to report any significant or unusual instances of reconciling items that have not cleared.

*Findings: No instances of noncompliance were noted.*

4. **Procedures Performed:** We compared the Town's uninsured deposits to fair value of pledged collateral to report any amounts of uninsured and uncollateralized deposits.

*Findings: No instances of noncompliance were noted.*

5. **Procedures Performed:** We compared the Town's use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.

*Findings: No instances of noncompliance were noted.*

6. **Procedures Performed:** We compared the accounting for the Town's activities by fund to the legal and contractual requirements for separate funds to report any noted instances of noncompliance.

**Findings:** *No instances of noncompliance were noted.*

7. **Procedures Performed:** We compared the Town's account balances in reserve accounts to contractually required reserve balances and debt service requirements of bond indentures to the actual coverage to report any noted instances of noncompliance.

**Findings:** *The Town had no contractual or debt service requirements. This procedure does not apply.*

As to the **Town of Foster** grant programs, as of and for the fiscal year ended June 30, 2022:

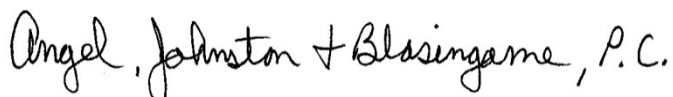
1. **Procedures Performed:** From the Town's trial balances, we prepared a schedule of grant activity for each grant/contract (see accompanying Exhibit 3) and compared the receipts and disbursements to grant agreements and supporting information to report any noted instances of noncompliance with the grant agreement.

**Findings:** *No instances of noncompliance were noted.*

We were engaged by the Town of Foster to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants to meet the requirements prescribed in Oklahoma Statutes §11-17.105-.107. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Town meeting their financial accountability requirements as prescribed by applicable Oklahoma law and evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2022. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Town of Foster and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the specified users, as identified above, and is not intended to be and should not be used by anyone other than these specified parties.



Angel, Johnston and Blasingame, P.C.  
Chickasha, Oklahoma  
May 9, 2023

**TOWN OF FOSTER**  
**Foster, Oklahoma**

**SUMMARY OF CHANGES IN FUND BALANCES**  
**MODIFIED CASH BASIS**  
**For The Year Ended June 30, 2022**  
**(Unaudited)**

<b>TOWN:</b>	<u>Beginning of Year Fund Balances</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>End of Year Fund Balances</u>
General Fund	\$ 501,955	\$ 320,903	\$ 106,974	\$ 715,884
Grant Fund	6,830	14,060	20,809	81
<b>Town Total</b>	<u>508,785</u>	<u>334,963</u>	<u>127,783</u>	<u>715,965</u>

See Independent Accountant's Report on Agreed-Upon Procedures.

**TOWN OF FOSTER, OKLAHOMA**

**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND-MODIFIED CASH BASIS**  
**For The Year Ended June 30, 2022**  
**(Unaudited)**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
<b>Beginning Budgetary Fund Balance:</b>	\$ 450,000	\$ 450,000	\$ 501,955	\$ 51,955
<b>Resources (Inflow):</b>				
<b>Taxes:</b>				
Sales tax	81,060	81,060	271,983	190,923
Motor vehicle tax	1,110	1,110	1,763	653
Alcohol beverage tax	2,280	2,280	3,168	888
Tobacco tax	760	760	2,019	1,259
Use tax	24,380	24,380	34,254	9,874
Gas tax	270	270	414	144
Total Taxes	109,860	109,860	313,601	203,741
<b>Other Revenue:</b>				
Interest	1,340	1,340	552	(788)
Miscellaneous	-	6,750	6,750	-
Total Other Revenue	1,340	8,090	7,302	(788)
<b>Other Financing Sources:</b>				
Transfers from other funds	-	-	-	-
Total Other Financing Sources	-	-	-	-
<b>Total Resources (Inflows)</b>	111,200	117,950	320,903	202,953
<b>Amounts available for appropriation</b>	561,200	567,950	822,858	254,908
<b>Charges to Appropriations (Outflows):</b>				
General Government	561,200	561,200	106,974	454,226
Total General Government	561,200	561,200	106,974	454,226
<b>Other Financing Uses:</b>				
Transfers to other funds	-	3,140	-	3,140
<b>Total Charges to Appropriations (Outflows)</b>	561,200	564,340	106,974	457,366
<b>Ending Budgetary Fund Balance</b>	\$ -	\$ 3,610	\$ 715,884	\$ 712,274
Current year encumbrances			-	
<b>Ending Fund Balance</b>			\$ 715,884	

See Independent Accountant's Report on Agreed-Upon Procedures.

**TOWN OF FOSTER, OKLAHOMA**

**BUDGETARY COMPARISON SCHEDULE**  
**GRANT FUND-MODIFIED CASH BASIS**  
**For The Year Ended June 30, 2022**  
**(Unaudited)**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
<b>Beginning Budgetary Fund Balance:</b>	\$ 6,750	\$ 6,750	\$ 6,830	\$ 80
<b>Resources (Inflow):</b>				
<b>Other Revenue:</b>				
Grants	-	14,060	14,060	-
Total Other Revenue	-	14,060	14,060	-
<b>Other Financing Sources:</b>				
Transfers from other funds	-	3,140	-	(3,140)
Total Other Financing Sources	-	3,140	-	(3,140)
<b>Total Resources (Inflows)</b>	-	17,200	14,060	(3,140)
<b>Amounts available for appropriation</b>	6,750	23,950	20,890	(3,060)
<b>Charges to Appropriations (Outflows):</b>				
Grant expenditures	6,750	23,950	20,809	3,141
Total Other	6,750	23,950	20,809	3,141
<b>Other Financing Uses:</b>				
Transfers to other funds	-	-	-	-
<b>Total Charges to Appropriations (Outflows)</b>	6,750	23,950	20,809	3,141
<b>Ending Budgetary Fund Balance</b>	\$ -	\$ -	\$ 81	\$ 81
Current year encumbrances			-	
<b>Ending Fund Balance</b>			\$ 81	

See Independent Accountant's Report on Agreed-Upon Procedures.

**TOWN OF FOSTER**  
**Foster, Oklahoma**

**SCHEDULE OF GRANT ACTIVITY**  
**MODIFIED CASH BASIS**  
**For The Year Ended June 30, 2022**  
**(Unaudited)**

	<u>Award Amount</u>	<u>Prior Year(s) Receipts</u>	<u>Prior Year(s) Disbursements</u>	<u>Beginning of Year Unexpended Grant Funds</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>End of Year Unexpended Grant Funds</u>
<b>TOWN:</b>							
Oklahoma Office of Management and Enterprise Services							
CARES Act-Coronavirus Relief Fund	\$ 7,319	\$ 7,319	7,319	-	-	-	- *
U.S. Department of the Treasury							
American Rescue Plan Act ALN #21.027	28,253	-	-	-	14,060	14,060	-
<b>Town Total</b>	<u>35,572</u>	<u>7,319</u>	<u>7,319</u>	<u>-</u>	<u>14,060</u>	<u>14,060</u>	<u>-</u>

\*Prior year disbursements were revised because the CARES Act dates were extended.

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